



Date: 22<sup>nd</sup> November, 2022

To,  
The General Manager  
Compliance Dept.  
BSE Limited  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai- 400 001

Company Code: 12337

Sub: Documents and Intimation to Debenture trustees under Regulation 56(1)(d) of the SEBI (LODR) Regulations, 2015.

Dear Sir/Madam,

This is to inform you that we have intimated our debenture trustees regarding the compliances and necessary intimations and reporting under Regulation 56(1)(d) of the SEBI (Listing Obligations and Disclosure requirements) 2015 (“SEBI Regulations”) and other applicable regulations, if any, within the prescribed time. Further, following intimations were reported under the said regulations:

1. Statutory Auditors certificate on security cover and compliance with the covenants
2. Outcome of Board meeting and approval of Unaudited Financial results under IND AS for the quarter and half ended September 30, 2022 approved by the Board of Directors alongwith the Limited Review Report by the M/s. BSR & Co. LLP, Statutory Auditors.

We request you to please take the above on records.

Thanking you,

**Yours Faithfully**  
**For Fedbank Financial Services Limited**

**S. Rajaraman**  
**Company Secretary & Compliance Officer**  
**Membership No.:F3514**

# B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,  
Nesco IT Park 4, Nesco Center,  
Western Express Highway,  
Goregaon (East), Mumbai - 400 063

Telephone: +91 22 6257 1000  
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## Private and confidential

The Board of Directors  
Fedbank Financial Services Limited  
A-Wing, Unit No 511  
Kanakia Wall Street  
Andheri-Kurla Rd, Andheri East  
Mumbai, Maharashtra 400095

14 November 2022

Dear Sirs

### **Auditor's report on Statement of information on security cover maintained with respect to listed non-convertible debentures as at 30 September 2022 and compliance with covenants with respect to listed non-convertible debentures as at 30 September 2022.**

1. This report is issued in accordance with the terms of our engagement letter dated 11 November 2022.
2. Management has requested us to certify the particulars contained in the accompanying Statement of information for listed Non-Convertible Debentures ('NCDs') consisting of Annexure I and II attached herewith (the 'Statement') for Fedbank Financial Services Limited (the 'Company') as at 30 September 2022. This Statement has been prepared by the Company to comply with Regulation 54 read with Regulation 56 (1) (d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, and circular SEBI/ HO/ MIRSD/ MIRSD\_CRADT/ CIR/P/2022/67 dated 19 May 2022 (together referred to as the 'Regulations') for the purpose of its onward submission to the IDBI Trusteeship Services Limited ('Debenture Trustee').

### **Management's responsibility**

3. The preparation and presentation of the Statement is the exclusive responsibility of the Company's management including the preparation and maintenance of all accounting and other records supporting its contents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Company's management is also responsible for ensuring that the Company complies with the requirements of the Regulations and the Debenture Trust Deeds ('DTD') dated 11 September 2020 and 24 December 2020 entered into with Debenture Trustee for all listed NCDs outstanding as at 30 September 2022 (as listed in 'Annexure I and II') and for providing all relevant information to the Debenture Trustee. Further, the Company's management is responsible for completeness and accuracy of the information provided in Annexure I and II, including the status of compliance with covenants as at 30 September 2022.

Registered Office:

**Auditor's responsibility**

5. We have not performed an audit, the objective of which would be expression of an opinion on the financial statements, specified elements, accounts or items thereof, for the purpose of this report. Accordingly, we do not express such an opinion.
6. Pursuant to the request from management and as required by the Debenture Trustee, we are required to provide a limited assurance and form a conclusion based on the work performed as to whether anything has come to our attention that causes us to believe that the Statement, in all material respects, is not in agreement with unaudited financial statements and other records maintained by the Company.
7. For the purpose of this report, we have planned and performed the following procedures to determine whether anything has come to our attention that causes us to believe that, in all material aspects, the Company has not maintained security cover, not provided details of the value of receivables/ book debts and has not complied with the covenants (as set out in the Statement) as per the requirements of debenture trust deed and related documents in relation to all outstanding listed NCDs;
  - A. Obtained a list of receivables pledged as security against the outstanding listed NCDs;
  - B. Traced the amounts forming part of the Statement with the unaudited financial statements as at 30 September 2022 and other records maintained by the Company and verified the arithmetical accuracy of the Statement;
  - C. Verified outstanding amount of NCDs as at 30 September 2022 and assets hypothecated from unaudited financial statements and other records maintained by the Company for the period ended 30 September 2022;
  - D. The Company does not maintain a one-on-one identification of loan asset earmarked towards a particular borrowing in the system. A separate statement containing receivables charged to each lending institution for onward submission is maintained and was provided to us by the management. We compared the total loan security cover as computed by the management in the aforementioned statement with the loan balance as at 30 September 2022;
  - E. Recomputed the Security coverage ratio for secured NCDs as set out in the Statement;
  - F. Obtained the list of covenants for each series of NCDs, certified by management, along-with the status of compliance with such covenants;
  - G. Traced such covenants, for sample cases, to the respective debenture trust deed and related documents; and
  - H. Verified the compliance of covenants as set out in the Statement, for sample cases with the unaudited financial statements and other records maintained and provided by the Company.
  - I. Obtained and verified the quarterly compliance certificate submitted by management with the Debenture Trustee.
8. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement and consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.
9. We conducted our examination in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

**Auditor's responsibility (Continued)**

10. We have complied with the relevant applicable requirements of the Standard on Quality Control ('SQC') 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

**Conclusion**

11. Based on our procedures performed as mentioned in paragraph 7 above, information and explanation given to us by the Company, nothing has come to our attention that causes us to believe that the Statement, in all material respects, is not in agreement with unaudited financial statements and other records maintained by the Company.

**Restriction of use**

12. This report has been issued for the sole use of the Board of Directors, to whom it is addressed, for onward submission to the Debenture Trustee pursuant to the requirements of the above-mentioned Regulations. Accordingly, our report should not be quoted or referred to in any other document or made available to any other person or persons without our prior written consent. We neither accept nor assume any duty or liability for any other purpose or to any other party to whom our report is shown or into whose hands it may come without our prior consent in writing.

For **B S R & Co. LLP**  
*Chartered Accountants*  
Firm's Registration No: 101248W/W-100022



**Ashwin Suvarna**  
*Partner*

Mumbai  
14 November 2022

Membership No: 109503  
ICAI UDIN:-22109503BDCRQB4306

## Annexure I- Security Cover Ratio as on 30.09.2022

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate					Total Value (=K+L+M+N)
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari passu charge)	Other assets on which there is pari- Passu charge (excluding items covered in column F)	debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets viii	Carrying value /book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)				
		Book Value	Book Value	Yes/ No	Book Value	Book Value									
<b>ASSETS</b>															
Property, Plant and Equipment				No	NA		29.78		29.78						
Capital Work-in-Progress				No	NA		1.78		1.78						
Right of Use Assets				No	NA		113.99		113.99						
Goodwill				No	NA		-		-						
Intangible Assets				No	NA		2.79		2.79						
Intangible Assets under Development				No	NA		-		-						
Investments				No	NA		364.89		364.89						
Loans	Loan Portfolio			Yes	5,770.08		867.69		6,637.77				5,770.08	5,770.08	
Inventories				No	NA		-		-						
Trade Receivables				No	NA		12.25		12.25						
Cash and Cash Equivalents				No	NA		91.39		91.39						
Bank Balances other than Cash and Cash				No	NA		51.80		51.80						
Others				No	NA		105.18		105.18						
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>		<b>5,770.08</b>		<b>1,641.54</b>		<b>7,411.62</b>				<b>5,770.08</b>	<b>5,770.08</b>	
<b>LIABILITIES</b>															
Debt securities to which this certificate pertains	Non - Convertible Debentures			Yes	192.30				192.30						
Other debt sharing pari-passu charge with above debt					NA				-						
Other Debt					NA				-						
Subordinated debt				No	NA		247.02		247.02						
Borrowings															
Bank	not to be filled			No	4,524.39		50.00		4,574.39						
Debt Securities					NA		615.37		615.37						
Others				No	122.35		25.01		147.36						
Trade payables				No	NA		7.00		7.00						
Lease Liabilities				No	NA		133.73		133.73						
Provisions				No	NA		3.58		3.58						
Others					NA		233.21		233.21						
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>		<b>4,839.04</b>		<b>1,314.92</b>		<b>6,153.96</b>						
Cover on Book					1.1										
Cover on Market															
		Exclusive Security cover ratio		Pari-passu security cover ratio											



**Notes:**

1. Loan portfolio mentioned in the column F represents Stage 1 and Stage 2 loans as defined in Ind AS 109.
2. Column F include book value of all assets having pari passu charge and outstanding book value of corresponding debt.
3. The value mention in Column F, H and J in respect to loans is net of provision made as per Ind AS 109.
4. Since market value of such loans are not readily available, the value disclose in column N are the book value
5. Amounts are in INR crore

**Annexure II: Quarterly compliance with respect to listed debt securities outstanding as at September 30, 2022**

**Part A- Financial Covenant**

Secured Non-Convertible Debentures  
 ISIN: INE007N07017  
 Date of Trust deed: 11 September, 2020

sSr No	Covenant Name	Covenant Description	Covenant Compliance Status
1	CRAR	The Capital to risk weighted assets ratio("CRAR") of the company, expressed as a percentage, shall not fall below 17%(Seventeen Percent). The capital taken into consideration for the purposes of this calculation shall include both Tier I Capital as well as Tier Capital II Capital. In the event the CRAR Prescribed by RBI is higher than the ratio stipulated here in above, the company shall ensure compliance with such higher ratio.	Complied
2	Asset liability mismatch	The company shall ensure that the "asset liability mismatch" of the company shall be within the limits prescribed by the relevant RBI regulations and / or as per Company's internal policies governing asset liability management, whichever is higher.	Complied
3	PAR	The Company shall ensure that the PAR>90 shall not, at any time, exceed be 5%(Five Percent) of the Gross Loan Portfolio of the company.	Complied

Unsecured Non-Convertible Debentures  
 ISIN: INE007N08015  
 Date of Trust deed: 24 December, 2020

There are no financial covenants.



**Part B - Covenants**

**Compliance of all the covenants/terms of the issue in respect of listed debt securities outstanding as on 30 September 2022 of the listed entity.**

The management of the listed entity has ensured compliance in respect of the covenants of the listed debt securities (NCD's) and certify that such covenants have been complied by the listed entity.

For Fedbank Financial Services Ltd.

  
Authorised Signatory

Name: **Mr. CV Ganesh**

Designation: **Chief Financial Officer**

14.11.2022



Date: 11<sup>th</sup> November, 2022

To,

The General Manager  
Compliance Dept.  
BSE Limited  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai- 400 001

Company Code: 12337

Sub: Outcome of the Board meeting and approval of Unaudited Financial results under IND AS for the quarter and half year ended September 30, 2022 pursuant to provisions of the SEBI (LODR) Regulations, 2015.

Dear Sir/Madam,

Pursuant to the provisions of Regulations 51, 52, 23 and 54 read with Part B of Schedule III of the SEBI (Listing Obligations and Disclosure requirements) 2015 ("SEBI Regulations") and other applicable regulations, if any, we hereby inform that the Board of Directors of the Company in their meeting held today i.e November 11, 2022 has inter- alia approved the following:

1. Unaudited Financial results under IND AS for the quarter and half ended September 30, 2022 which was duly approved and taken on record by the Board of Directors. The said results were reviewed and recommended by the Audit Committee in its meeting held prior to the Board Meeting today i.e November 11, 2022.
2. Limited review Report by the M/s. BSR & Co. LLP, Statutory Auditors, on the Unaudited Financial Results for the quarter and half ended September 30, 2022. Further M/s BSR & Co. LLP, Statutory Auditors of the Company has issued unmodified opinion on the Unaudited results for the quarter and half ended September 30, 2022.
3. Disclosures in accordance with Regulation 52(4) of SEBI Regulations.
4. Disclosures in accordance with Regulation 54 of SEBI Regulations.
5. Disclosure of related party transactions for the half year ended September 30, 2022 under Regulation 23 of SEBI Regulations.

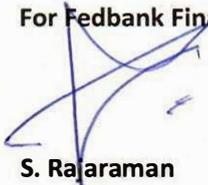
Further, in accordance with Regulation 52 of the SEBI Regulations, the Company would be publishing the Unaudited Financial Results for the quarter and half ended September 30, 2022 in Business Standard newspaper within 2 working days of the conclusion of the said meeting. We further confirm that the Company does not meet the criteria for being a "Large Corporate" as on September 30, 2022 pursuant to the SEBI Operational Circular No. SEBI/HO/DDHS/P/CIR/2021/613 and therefore mandatory borrowings and compliance disclosures are not applicable to the Company.

The Board meeting is concluded at 7.30 p.m.

We request you to please take the above on records.

Thanking you,

**Yours Faithfully**  
**For Fedbank Financial Services Limited**



**S. Rajaraman**  
**Company Secretary & Compliance Officer**  
**Membership No.:F3514**

Statement of Unaudited Financial Results for the Quarter and half year ended September 30, 2022

INR in Lakhs

Sl.No.	Particulars	For the Quarter ended			For the Half year ended		For the Year ended
		Sep 30, 2022 (Unaudited)	Jun 30, 2022 (Unaudited)	Sep 30, 2021 (Unaudited)	Sep 30, 2022 (Unaudited)	Sep 30, 2021 (Unaudited)	Mar 31, 2022 (Audited)
	<b>Revenue from Operations</b>						
	(a) Interest Income	26,856	23,361	19,829	50,217	39,125	82,189
	(b) Fee and Commission Income	1,351	1,225	661	2,576	1,132	4,289
	(c) Net Gain on fair value changes	257	164	103	421	236	454
	<b>I Total Revenue from Operations</b>	<b>28,464</b>	<b>24,750</b>	<b>20,593</b>	<b>53,214</b>	<b>40,494</b>	<b>86,932</b>
	<b>II Other Income</b>	<b>845</b>	<b>854</b>	<b>327</b>	<b>1,699</b>	<b>340</b>	<b>1,432</b>
	<b>III Total Income (I + II)</b>	<b>29,309</b>	<b>25,604</b>	<b>20,920</b>	<b>54,913</b>	<b>40,834</b>	<b>88,364</b>
	<b>Expenses</b>						
	(a) Finance cost	10,814	9,784	8,148	20,598	16,910	34,765
	(b) Fees and commission expenses	493	443	355	936	586	1,470
	(c) Impairment on financial instruments and other receivable	1,706	959	(159)	2,665	5,555	8,388
	(d) Employee benefit expense	5,797	5,694	4,316	11,491	8,212	17,541
	(e) Depreciation and amortisation expense	1,043	943	866	1,986	1,535	3,670
	(f) Other expenses	3,069	1,981	2,102	5,050	3,595	8,609
	<b>IV Total Expenses</b>	<b>22,922</b>	<b>19,804</b>	<b>15,628</b>	<b>42,726</b>	<b>36,393</b>	<b>74,443</b>
	<b>V Profit / (Loss) before tax (III-IV)</b>	<b>6,387</b>	<b>5,800</b>	<b>5,292</b>	<b>12,187</b>	<b>4,441</b>	<b>13,921</b>
	<b>VI Tax expense</b>	<b>1,771</b>	<b>1,424</b>	<b>1,260</b>	<b>3,195</b>	<b>1,101</b>	<b>3,575</b>
	Current tax	1,652	1,644	(17)	3,296	1,457	4,710
	Deferred tax	119	(220)	1,277	(101)	(356)	(1,135)
	<b>VII Net Profit / (Loss) for the period/year (V-VI)</b>	<b>4,616</b>	<b>4,376</b>	<b>4,032</b>	<b>8,992</b>	<b>3,340</b>	<b>10,346</b>
	<b>VIII Other Comprehensive Income</b>	<b>581</b>	<b>264</b>	<b>1</b>	<b>845</b>	<b>9</b>	<b>68</b>
	<b>(a) Items that will not be reclassified to profit or loss</b>						
	(i) Re-measurement of net defined benefit plan	24	8	1	32	12	92
	(ii) Income tax related to Items that shall not be reclassified to profit and loss	(6)	(2)	(0)	(8)	(3)	(24)
	<b>Total</b>	<b>18</b>	<b>6</b>	<b>1</b>	<b>24</b>	<b>9</b>	<b>68</b>
	<b>(b) Items that will be reclassified to profit or loss</b>						
	(i) Fair value gain / loss - OCI - Loans	763	349	-	1,112	-	-
	(ii) Fair value gain - OCI - Investment in Government Securities	1	-	-	1	-	-
	(iii) Tax effect on Fair value gain / loss - OCI - Loans and Investment in Government Securities	(200)	(91)	-	(292)	-	-
	<b>Total</b>	<b>563</b>	<b>258</b>	<b>-</b>	<b>821</b>	<b>-</b>	<b>-</b>
	<b>IX Total Comprehensive Income (VII+VIII)</b>	<b>5,197</b>	<b>4,640</b>	<b>4,033</b>	<b>9,837</b>	<b>3,349</b>	<b>10,414</b>
	<b>X Earnings Per Share (Face Value of Rs. 10/- each)#</b>						
	- Basic (Rs.)	1.43	1.36	1.32	2.79	1.10	3.32
	- Diluted (Rs.)	1.43	1.36	1.32	2.79	1.09	3.31

# EPS for the period is not annualised

Statement of unaudited Assets and Liabilities as at September 30, 2022

	Particulars	INR in Lakhs	
		As at September 30, 2022 (Unaudited)	As at March 31, 2022 (Audited)
<b>I.</b>	<b>ASSETS</b>		
(1)	<b>Financial assets</b>		
	(a) Cash and cash equivalents	9,139	6,596
	(b) Bank balances other than cash and cash equivalents	5,180	7,664
	(c) Receivables		
	(i) Trade receivables	1,225	1,184
	(ii) Other receivables	345	386
	(d) Loans	6,63,777	5,64,481
	(e) Investments	36,489	51,433
	(f) Other financial assets	1,744	1,177
	<b>Total Financial assets</b>	<b>7,17,899</b>	<b>6,32,921</b>
(2)	<b>Non-financial assets</b>		
	(a) Current tax assets (net)	1,711	1,192
	(b) Deferred tax assets (net)	2,951	3,150
	(c) Property, Plant and Equipment	2,978	3,086
	(d) Right Of Use Assets	11,399	11,970
	(e) Capital work in progress	178	66
	(f) Other Intangible assets	279	306
	(g) Other non- financial assets	3,767	2,880
	<b>Total Non-financial assets</b>	<b>23,263</b>	<b>22,650</b>
	<b>TOTAL ASSETS</b>	<b>7,41,162</b>	<b>6,55,571</b>
<b>II.</b>	<b>LIABILITIES &amp; EQUITY</b>		
(1)	<b>Financial liabilities</b>		
	(a) Payables		
	Trade payables		
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	700	643
	Other payables		
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
	(b) Debt securities	80,767	53,342
	(c) Borrowings (other than debt securities)	4,72,175	4,22,435
	(d) Subordinated Liabilities	24,702	25,907
	(e) Lease Liability	13,373	13,704
	(f) Other financial liabilities	20,138	21,097
	<b>Total Financial liabilities</b>	<b>6,11,855</b>	<b>5,37,128</b>
(2)	<b>Non-financial liabilities</b>		
	(a) Provisions	358	313
	(b) Other non-financial liabilities	3,183	2,778
	<b>Total Non-financial liabilities</b>	<b>3,541</b>	<b>3,091</b>
	<b>Equity</b>		
	(a) Equity share capital	32,190	32,152
	(b) Other equity	93,576	83,200
		<b>1,25,766</b>	<b>1,15,352</b>
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>7,41,162</b>	<b>6,55,571</b>

Statement of unaudited Cash flow for the half year ended September 30,2022

	For the Half year ended September 30,2022 (Unaudited)	For the Half year ended September 30,2021 (Unaudited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before tax	12,187	4,441
Adjustments for :		
Finance cost	20,598	16,910
Share based payment to employee	413	128
Depreciation	1,986	1,535
Interest income from Investment	(322)	(46)
Interest on Fixed Deposit	(189)	(598)
Loss on sale of tangible assets	1	-
Profit on Sale Of Government Securities (Net) - realised	(2)	-
Profit on Sale Of Mutual Fund units (Net) - realised	(407)	(233)
Gain/(Loss) on fair valuation of mutual fund - unrealised	(14)	(3)
Security deposit - Fair Valuation	3	(1)
EIR impact on Loans	21	74
Excess interest spread on Direct Assignment Transaction (net)	(1,304)	295
Impairment on financial instrument	2,665	5,555
Provision for Doubtful Interest	-	22
<b>Operating profit before working capital changes</b>	<b>35,636</b>	<b>28,079</b>
<b>Adjustments for working capital:</b>		
- (Increase)/decrease in loans	(99,478)	(41,019)
- (Increase)/decrease in financial asset and non financial asset	(2,287)	(1,333)
- (Increase)/decrease in trade and other receivables	(5)	(994)
- Increase/(decrease) in trade payables	57	(60)
- Increase/(decrease) in provisions	77	54
- Increase/(decrease) in financial liabilities and non financial liabilities	(554)	(511)
<b>Cash generated from / (used In) operating activities</b>	<b>(66,555)</b>	<b>(15,784)</b>
Direct taxes paid (net)	(2,979)	(1,104)
<b>Net cash generated from / (used In) operating activities</b>	<b>(69,533)</b>	<b>(16,888)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of tangible assets	(615)	(1,348)
Sale of tangible assets	1	1
Purchase of intangible assets	(56)	-
Investment in Government securities	(26,906)	(996)
Redemption of Government securities	48,285	-
Investment in Mutual Fund	(3,35,883)	(1,68,692)
Sale of Mutual Fund	3,29,746	1,60,126
Redemption of fixed deposit	2,500	66,568
Investment in fixed deposit	(6)	(54,437)
Interest on fixed deposits	173	598
Interest from Debentures	-	46
Interest income from Investment	364	-
<b>Net cash generated from / (used In) Investing activities</b>	<b>17,603</b>	<b>1,866</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Debt Securities availed	42,500	-
Debt Securities repaid	(15,000)	(573)
Borrowings availed	9,19,619	63,500
Borrowings repaid	(8,70,361)	(57,020)
Subordinate borrowing repaid	-	(1,197)
Finance Cost	(20,934)	(16,496)
Lease Payment (principal)	(1,054)	(826)
Lease Payment (Interest)	(461)	(415)
Share application money pending allotment	-	(4)
Equity Shares Issued	164	2,858
Share Premium net of Share Issue Expenses	-	17,146
<b>Net cash generated from / (used In) financing activities</b>	<b>54,473</b>	<b>6,974</b>
<b>Net Increase / (decrease) In cash and cash equivalents</b>	<b>2,543</b>	<b>(8,048)</b>
<b>Cash and cash equivalents as at the beginning of the period</b>	<b>6,596</b>	<b>52,804</b>
<b>Closing balance of cash and cash equivalents (A+B+C)</b>	<b>9,139</b>	<b>44,556</b>
<b>Components of cash and cash equivalents:</b>		
Cash on hand	2,296	1,994
Balances with banks		
- In current accounts	6,843	9,988
- in fixed deposit with maturity less than 3 months	-	32,574
<b>Cash and cash equivalents</b>	<b>9,139</b>	<b>44,556</b>

**Notes:**

- The Company is a Systemically Important Non Deposit taking Non Banking Finance Company (NBFC-ND-SI) registered with Reserve Bank of India (RBI) classified as an Investment and Credit Company.
- The above unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS), prescribed under section 133 of the Companies Act, 2013 (the "Act") and other recognised accounting practices generally accepted in India and are in compliance with regulation 52 and regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended (the "Listing Regulations"), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/PI/CIR/2021/613 dated August 10, 2021. Any application guidance / clarification / directions issued by RBI or other regulators are implemented as and when they are issued / applicable.
- The aforesaid unaudited financial results have been approved by the Board of Directors at its meeting held on November 11, 2022 after review by the Audit Committee. The statutory auditors have issued an unmodified review opinion on the aforesaid unaudited financial results for the quarter and half year ended September 30, 2022.
- Disclosure in compliance with RBI circular 2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21

**Format B**

(INR In Lakhs)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrower during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	1782	0	684	20	1078
Corporate persons*	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

\* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

- Disclosure in compliance with RBI circular 2020-21/17 DOR.No.BP.BC/4/21.04.048/2020-21

No. of accounts restructured	Amount outstanding as at Sep 30, 2022
147	5,990

- Security cover available: The Company has secured NCDs of Rs 187.5 Crs (face value) outstanding at September 30, 2022 which are secured by way of first ranking pari passu charge over the eligible receivables & Current assets to the extent of security cover of 1.10 times of the Obligations.

**7 Segment Information**

(INR In Lakhs)

Particulars	Quarter ended	Quarter ended	Quarter ended	Half year ended	Half year ended	Year ended
	Sep 30, 2022 (Unaudited)	June 30, 2022 (Unaudited)	Sep 30, 2021 (Unaudited)	Sep 30, 2022 (Unaudited)	Sep 30, 2021 (Unaudited)	Mar 31, 2022 (Audited)
<b>(i) Segment Revenue</b>						
Retail Finance	26,976	23,521	19,159	50,497	37,479	81,582
Wholesale Finance	159	97	416	256	1,060	1,303
Distribution	825	704	654	1,529	1,121	2,603
Unallocated	1,349	1,282	690	2,631	1,174	2,876
Less: Inter Segment Revenue	-	-	-	-	-	-
<b>Income from Operations</b>	<b>29,309</b>	<b>25,604</b>	<b>20,920</b>	<b>54,913</b>	<b>40,834</b>	<b>88,364</b>
<b>(ii) Segment Result</b>						
Retail Finance	6,197	5,465	5,389	11,662	4,570	14,760
Wholesale Finance	(686)	(139)	(285)	(825)	(59)	(1,069)
Distribution	37	33	32	70	47	123
Unallocated	839	441	156	1,280	(117)	107
<b>Profit before tax</b>	<b>6,387</b>	<b>5,800</b>	<b>5,292</b>	<b>12,187</b>	<b>4,441</b>	<b>13,921</b>
<b>(iii) Capital Employed</b>						
<b>Segment Assets</b>						
Retail Finance	7,32,081	6,89,290	5,46,263	7,32,081	5,46,263	6,45,861
Wholesale Finance	4,074	6,286	27,708	4,074	27,708	4,967
Distribution	345	620	777	345	777	401
Unallocated	4,662	4,240	42	4,662	42	4,342
<b>Total Assets</b>	<b>7,41,162</b>	<b>7,00,436</b>	<b>5,74,790</b>	<b>7,41,162</b>	<b>5,74,790</b>	<b>6,55,671</b>
<b>Segment Liabilities</b>						
Retail Finance	6,12,083	5,74,757	4,48,386	6,12,083	4,48,386	5,33,368
Wholesale Finance	3,197	4,968	19,297	3,197	19,297	6,487
Distribution	116	460	162	116	162	364
Unallocated	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>6,15,396</b>	<b>5,80,185</b>	<b>4,67,845</b>	<b>6,15,396</b>	<b>4,67,845</b>	<b>5,40,219</b>
<b>(Segment assets - Segment Liabilities)</b>						
Retail Finance	1,19,998	1,14,533	97,877	1,19,998	97,877	1,12,493
Wholesale Finance	877	1,318	8,411	877	8,411	(1,520)
Distribution	229	160	615	229	615	37
Unallocated	4,662	4,240	42	4,662	42	4,342
<b>Net Segment assets / (liabilities)</b>	<b>1,25,766</b>	<b>1,20,251</b>	<b>1,06,945</b>	<b>1,25,766</b>	<b>1,06,945</b>	<b>1,15,352</b>

The Company has reported segment information as per Indian Accounting Standard (Ind AS) 108 on 'Operating segments'. As per Ind AS 108, segments are identified based on management's evaluation of financial information for allocating resources and assessing performance. For presentation of segment information, directly attributable income, and assets are allocated as such and the other income, expenses and other assets and liabilities are apportioned on appropriate basis. Accordingly, the Company has identified following three reportable segment:

Business Segment	Principal Activities
1. Retail Finance	Retail finance comprises of Gold Loan, Loan Against Property, MSE Loan Against Property, Business Loans, Personal Loans and Housing Finance
2. Wholesale Finance	Wholesale finance segment comprised of Construction Finance and Loan to other NBFCs
3. Distribution	Distribution segment comprises of sourcing business of Home Loan, Auto Loans, Personal Loans and SME Loans for Holding Company

8 Disclosure as per Regulation 52(4) of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015

Particulars	As at	As at	As at	As at
	Sep 30, 2022	June 30, 2022	Mar 31, 2022	Sep 30, 2021
Debt-Equity Ratio <sup>2</sup>	4.59	4.57	4.35	4.09
Debt Service Coverage Ratio	NA	NA	NA	NA
Interest Service Coverage Ratio	NA	NA	NA	NA
Outstanding redeemable preference shares (quantity and value)	NA	NA	NA	NA
Capital redemption reserve (INR in Lakhs)	200	200	200	NA
Debenture redemption reserve	NA	NA	NA	NA
Current liability ratio <sup>3</sup>	0.40	0.41	0.40	0.38
Total debts to total assets	0.78	0.78	0.77	0.76
Net worth <sup>4</sup> (INR in Lakhs)	1,25,766	1,20,252	1,15,352	1,06,945
Sector specific equivalent ratios				
- CRAR	19.60%	21.00%	23.04%	25.59%
- Gross Non Performing Assets (GNPA) <sup>5</sup>	2.27%	2.05%	2.23%	2.27%
- Net Non Performing Assets (NNPA) <sup>6</sup>	1.78%	1.57%	1.75%	1.56%
- Provision Coverage Ratio (PCR) <sup>7</sup>	21.89%	23.72%	22.07%	31.65%

Particulars	Quarter ended				Half year ended	Year ended
	Sep 30, 2022	June 30, 2022	March 31, 2022	Sep 30, 2021	Sep 30, 2022	Mar 31, 2022
Net profit margin (%)	15.75%	17.09%	16.45%	19.26%	16.37%	11.71%
Net Profit after tax (INR in Lakhs)	4,616	4,376	4,174	4,032	8,992	10,346
Earning Per Share (EPS) - Not annualised						
- Basic	1.43	1.36	1.30	1.32	2.79	3.32
- Diluted	1.43	1.36	1.30	1.32	2.79	3.31

1. Debt service coverage ratio, Interest service coverage ratio, Current ratio, Long term debt to working capital ratio, Bad debts to accounts receivable ratio, Debtors turnover, Inventory turnover and Operating margin are not applicable to the Company.

2. Debt equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Subordinated Liabilities] / [Equity Share capital + Other equity]

3. Current Liability Ratio = [Current Liabilities] / [Total Assets minus Total Net worth]

4. Net worth = [Equity share capital + Other equity]

5. GNPA = Stage 3 Loans / Total Gross Loans

6. NNPA = [Gross Stage 3 Loans - Impairment allowance for Stage 3 Loans] / [Total Gross Loans - Impairment allowance for Stage 3 Loans]

7. PCR = [Total Impairment allowance for Stage 3 Loans] / [Total Stage 3 Loans]

9 Disclosure pertaining to RBI Master Direction - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 dated September 24, 2021

(i) The Company has not transferred any non-performing assets (NPAs).

(ii) The Company has not transferred any Special Mention Account (SMA) and loan in default.

(iii) Details of transfer through assignment in respect of loans not in default during the quarter ended September 30, 2022:

Particulars	Amount
Aggregate amount of Loan transferred (Rs. in lakhs)	15,763
Weighted average residual maturity (in months)	123
Weighted average holding period by originator (in months)	17
Retention of beneficial economic interest	10%/20%
Coverage of tangible security coverage (in %)	85%
Rating-wise distribution of rated loans	NA

(iv) The Company has not acquired any loans in default or not in default through assignment.

(v) The Company has not acquired any stressed loan.

10 Previous period / year figures have been regrouped / reclassified, wherever found necessary, to conform to current year classification.

For and on behalf of Board of Directors  
Fedbank Financial Services Limited

Anil Kothuri  
Managing Director & CEO  
DIN: 00177945

Place: Mumbai  
Date : November 11, 2022

# B S R & Co. LLP

Chartered Accountants

14th Floor, Central Wing B Wing and North C Wing,  
Nesco IT Park 4, Nesco Center,  
Western Express Highway, Goregaon (East),  
Mumbai – 400 063

Telephone: +91 22 6257 1000  
Fax: +91 22 6257 1010

**Limited Review Report on unaudited financial results of Fedbank Financial Services Limited for the quarter ended 30 September 2022 and year-to-date results for the period from 1 April 2022 to 30 September 2022 pursuant to Regulation 52 and Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021**

## **To the Board of Directors of Fedbank Financial Services Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Fedbank Financial Services Limited (“the Company”) for the quarter ended 30 September 2022 and year-to-date results for the period from 1 April 2022 to 30 September 2022 (“the Statement”).
2. This Statement, which is the responsibility of the Company’s management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “Interim Financial Reporting” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 52 and Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 - “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP  
(a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

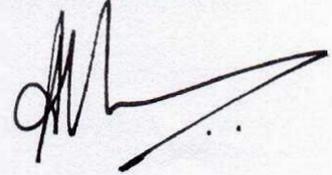
14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center,  
Western Express Highway, Goregaon (East), Mumbai - 400063

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 and Regulation 33 of the Securities and Exchange Board of India of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters to the extent applicable.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248W/W-100022



**Ashwin Suvarna**

*Partner*

Membership No.: 109503

UDIN:22109503BCUHF8961

Mumbai  
11 November 2022

Related Party Transactions for the period ended September 30, 2022

Additional disclosure of related party transactions - applicable only in case the related party transaction relates to loans, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.

Sr No.	Details of the party (listed entity/subsidiary) entering into the transaction		Details of the counterparty			Type of related party transaction	Value of the related party transaction as approved by the audit committee	Amount in Rs Lakhs		In case monies are due to either party as a result of the transaction		In case any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments				Details of the loans, inter-corporate deposits, advances or investments				Notes	
	Name	Pan	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary			Value of transaction during the reporting period Q2 FY22-23	Opening balance	Closing balance	Nature of indebtedness (loan/issuance)	Details of other indebtedness	Cost	Tenure	Nature (loan/advance/inter-corporate deposit/)	Interest Rate (%)	Tenure	Secured/unsecured	Purpose for which the funds will be utilised by the		
1	Fedbank Financial Services Limited	AAACF866J	The Federal Bank Limited	AABCT0020H	Promoter	Income from Distribution business	825.3	825.3	619.4	345.1											
2			The Federal Bank Limited	AABCT0020H	Promoter	Interest in Fixed Deposits/Current/Cash Credit Account	0.0	0.0	3246.0	2779.4											
3			The Federal Bank Limited	AABCT0020H	Promoter	Promoter	Interest paid - cash Credit	0.8	0.8	3404.8	2295.8										
4			The Federal Bank Limited	AABCT0020H	Promoter	Promoter	Processing Fees	0.0	0.0	0.0	0.6										
5			The Federal Bank Limited	AABCT0020H	Promoter	Promoter	Interest paid - Term Loan	924.8	924.8	44184.2	37274.1										
6			The Federal Bank Limited	AABCT0020H	Promoter	Promoter	Interest on WCDL	43.7	43.7	6000.0	6000.0										
7			The Federal Bank Limited	AABCT0020H	Promoter	Promoter	Interest on Federal STL	0.0	0.0	0.0	0.0										
8			The Federal Bank Limited	AABCT0020H	Promoter	Promoter	Interest paid on Securitisation transactions	0.0	0.0	0.0	0.0										
9			The Federal Bank Limited	AABCT0020H	Promoter	Promoter	Interest on Non Convertible Debentures	585.7	585.7	23470.0	23470.0										
10			Mr. Anil Kothuri	ABTPK8927A	MD & CEO	MD & CEO	Issuance of Equity shares	0.0	0.0	1149.2	1149.2										
11			True North	AAMF17845A	Entity having significant influence	Entity having significant influence	Re-imbursment of Expenses	0.0	0.0	0.0	0.0										
12			Equirus Capital Pvt Ltd	AABCE8020A	Entity having significant influence	Entity having significant influence	Re-imbursment of Expenses	3.6	3.6	0.0	0.0										
13			Rajaraman Sundaresan	AATPS7386Q	Company Secretary	Company Secretary	Remuneration to Company Secretary	7.8	7.8	0.0	0.0										
14			Ganesh Venkatraman Chatapuram	AFRPG0283P	Chief Financial Officer	Chief Financial Officer	Remuneration to CFO	37.0	37.0	0.0	0.0										
15			Mrs.Gauri Shah	ANPPS0476G	Independent Director	Independent Director	Director Sitting Fees	3.6	3.6	0.0	0.0										
16			Mr. Balakrishnan Krishnamurthy	AEWPB3430K	Independent Director & Chairman	Independent Director & Chairman	Director Sitting Fees	2.8	2.8	0.0	0.0										
17			P R Seshadri	ABTPS9863P	Additional Director (In the capacity of Independent Director)	Additional Director (In the capacity of Independent Director)	Director Sitting Fees	1.0	1.0	0.0	0.0										
18			Mr. Anil Kothuri	ABTPK8927A	MD & CEO	MD & CEO	Remuneration to MD & CEO	267.9	267.9	0.0	0.0										

For Fedbank Financial Services Limited

Anil Kothuri  
MD & CEO